CITY OF ELGIN, OREGON

ORDINANCE 1989-2

AN ORDINANCE CREATING A WATER SYSTEM RESERVE FUND

WHEREAS, A reserve fund is required by the bond holder of the city's water bonds, and;

WHEREAS, A reserve fund is necessary to insure the availability of funds to procure major water system equipment, and;

WHEREAS, ORS 280.130 requires any funds in a Reserve Fund not expended within 12 years, to revert to the General Fund, and;

WHEREAS, The current Water Reserve Fund is now 12 years old and these fund will revert to the General Fund at the end of the current fiscal year,

NOW THEREFORE; THE CITY OF ELGIN ORDAINS AS FOLLOWS:

That a Water Reserve Fund is created for fiscal year 1989/1990 to hold funds meeting the water bond holder's requirements, and providing funds for the purchase of major water system equipment.

Annual contributions to this fund are limited to 10 years, the last year for contributions being 1999/2000.

The existence of this fund is limited to 12 years, the last year for this fund being 2001/2002.

PASSED AND ADOPTED this 9th day of May 1989, by ___ Council Members voting therefore.

Signed; Dated;

Lloyd C Spikes — May 9/89

Lloyd C. Spikes, Mayor

Attest; Dated;

F Joseph Garlitz — May 9, 1989

F. Joseph Garlitz, Recorder/Administrator